



ELQ INDUSTRIES INC.

Paving • Site Development
567 Fifth Avenue
New Rochelle, NY 10801
(914) 654-1040 • FAX (914) 654-1307

June 28, 2007

Chas H. Sells, Inc.
555 Pleasantville Road
Briarcliff Manor, New York 10510

Attn: Jeff McNally

Re: Kirby Lane North Sewer and Drainage Improvements
Contract # 2006-03

SUBJECT: Demobilization

Dear Mr. McNally:

Please be advised that as of Tuesday June 26, 2007 ELQ Industries, Inc. has demobilized from the Kirby Lane Sewer and Drainage Improvements project. As scheduled, we have completed the installation of the sanitary sewer main, sewer laterals, storm drainage improvements, as well as the excavation and backfill of the combination water/gas trench. All blasting has been completed. We have graded the roadway and have placed topsoil, seed and mulch within all disturbed areas. At this point in time, the roadway and project site is prepared for Joken Development Corp. to begin work on installation of the water and gas mains.

The next activity within our contract is to place asphalt paving on Kirby Lane North. As outlined within the project meeting of June 5, 2007 Joken Development Corp. is scheduled to begin installation of the water and gas mains on July 1, 2007 and complete work within three weeks. As a result of the agreed upon schedule, we have scheduled asphalt placement for the week of July 23rd.

The remaining contract activity, installation of the sewer pump station will begin upon approval of all submittals.

If you have any questions, please do not hesitate to call.

Very truly yours,

ELQ INDUSTRIES, INC.

A handwritten signature in dark ink, appearing to read 'Matthew Viviano', followed by a horizontal line.

Matthew Viviano
Project Manager